



CITY OF LEMON GROVE

CITY COUNCIL AND LIGHTING DISTRICT STAFF REPORT

Item No. 1.E

Meeting Date: May 21, 2019

Submitted to: Honorable Mayor and Members of the City Council

Department: Public Works Department

Staff Contact: Stephanie Boyce, Management Analyst

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Item Title: **Contract Extension for Street Lighting Maintenance and Repairs**

Recommended Action: Approve the adoption of two resolutions; (1) the City of Lemon Grove; and, (2) the Roadway Lighting District authorizing a one-year extension of the existing contract between the Lemon Grove Roadway Lighting District and CTE, Inc. for street light maintenance and repairs.

Summary: The City and Roadway Lighting District contracts with CTE, Inc. for street light maintenance and repairs as part of a four-city consortium (El Cajon, La Mesa, Lemon Grove, and Santee). The contract became effective for Fiscal Year 2018-19 when it was approved on June 5, 2018, by Resolution Nos. 2018-3584 and 2018-171. The contract included the option to extend on an annual basis through June 30, 2023, with adjustments in the contract unit prices based on the consumer price index (CPI) not to exceed CPI or 5 percent (5%) whichever amount is less. As reported in March 2019 by the United States Department of Labor, Bureau of Labor and Statistics, the CPI for All Urban Consumers in the San Diego area increased by 2.2 percent (2.2%) during the prior 12 months

Discussion: CTE, Inc. has completed the first year of the contract and requested a one-year contract extension and a 5 percent (5%) increase. Representatives from the other three consortium members, in agreement with City staff, agreed to decline the request for a 5 percent (5%) increase and offered a 2.2 percent (2.2%) increase which is in line with the current CPI for All Urban Consumers in the San Diego area and in accordance with the bid documents. CTE, Inc. accepted the 2.2 percent (2.2%) increase.

Staff recommends that the City Council authorize the one-year extension of the CTE, Inc. contract for Street Light Maintenance and Repairs for Fiscal Year 2019-20 in an amount not to exceed \$6,153.00 with a contingency of \$3,000 for emergency repairs and that the Roadway Lighting District Board authorize the one-year extension of the CTE, Inc. contract for street light maintenance and repairs for Fiscal Year 2019-20 in an amount not to exceed \$11,498.00 with a contingency of \$2,750 for emergency repairs.

Environmental Review:

- | | |
|---|---|
| <input checked="" type="checkbox"/> Not subject to review | <input type="checkbox"/> Negative Declaration |
| <input type="checkbox"/> Categorical Exemption, Section | <input type="checkbox"/> Mitigated Negative Declaration |

Fiscal Impact: Sufficient funds are allocated in the General Lighting Fund and the Local Benefit Lighting Fund Budgets for FY 2019-20.

Public Notification: None.

Staff Recommendation: Approve the adoption of two resolutions; (1) the City of Lemon Grove; and, (2) the Roadway Lighting District authorizing a one-year extension of the existing contract between the Lemon Grove Roadway Lighting District and CTE, Inc. for street light maintenance and repairs.

Attachments:

Attachment A – Resolution of the City of Lemon Grove
Attachment B – Resolution of the Lemon Grove Lighting District

RESOLUTION NO. 2019 -

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LEMON GROVE,
CALIFORNIA, AUTHORIZING A ONE-YEAR EXTENSION OF THE EXISTING
CONTRACT BETWEEN THE CITY AND CTE, INC. FOR STREET LIGHT
MAINTENANCE AND REPAIR FOR FISCAL YEAR 2019-20**

WHEREAS, the cities of El Cajon, La Mesa, Lemon Grove, and Santee jointly contracted with CTE, Inc. for street light maintenance and repair; and

WHEREAS, CTE, Inc. as requested a one-year extension to the contract with a rate increase of 5 percent; and

WHEREAS, the 5 percent (5%) increase was rejected by city staff and the other three consortium members; and

WHEREAS, a 2.2 percent (2.2%) increase was offered pursuant to the CPI for all Urban Consumers in the San Diego area and was accepted by CTE, Inc.; and

WHEREAS, the cities of El Cajon, La Mesa, Santee, and Lemon Grove jointly recommended that the contract be extended for one year; and

WHEREAS, the City Council of the City of Lemon Grove finds it in the public interest that a contract for said services be extended and the 2.2 percent (2.2%) rate increase be accepted. |

NOW, THEREFORE, BE IT RESOLVED that the |City Council| of the City of Lemon Grove, California hereby:

1. Authorizes the one-year extension commencing July 1, 2019 of the existing contract between the City of Lemon Grove and CTE, Inc. for street light maintenance and repair; and
2. Accepts the 2.2 percent (2.2%) rate increase for the Fiscal Year 2019-20; and
3. Authorizes the City Manager or her designee to execute said extension.

PASSED AND ADOPTED on _____, 2019, the City Council of the City of Lemon Grove, California, adopted Resolution No. _____, passed by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Racquel Vasquez, Mayor

Attest:

Shelley Chapel, MMC, City Clerk

Approved as to Form:

Kristen Steinke, City Attorney

RESOLUTION NO. 2019 -

A RESOLUTION OF THE LEMON GROVE ROADWAY LIGHTING DISTRICT BOARD AUTHORIZING A ONE-YEAR EXTENSION OF THE EXISTING CONTRACT BETWEEN THE CITY AND CTE, INC. FOR STREET LIGHT MAINTENANCE AND REPAIR FOR FISCAL YEAR 2019-20

WHEREAS, the cities of El Cajon, La Mesa, Lemon Grove, and Santee jointly contracted with CTE, Inc. for street light maintenance and repair; and

WHEREAS, CTE, Inc. as requested a one-year extension to the contract with a rate increase of 5 percent; and

WHEREAS, the 5 percent (5%) increase was rejected by District staff and the other three consortium members; and

WHEREAS, a 2.2 percent (2.2%) increase was offered pursuant to the CPI for all Urban Consumers in the San Diego area; and

WHEREAS, the cities of El Cajon, La Mesa, Santee, and Lemon Grove jointly recommended that the contract be extended for one year; and

WHEREAS, the Lemon Grove Roadway Lighting District Board finds it in the public interest that a contract for said services be extended and the 2.2 percent (2.2%) rate increase be accepted. |

NOW, THEREFORE, BE IT RESOLVED that the Lemon Grove Lighting District Board hereby:

1. Authorizes the one-year extension commencing July 1, 2019 of the existing contract between the Roadway Lemon Grove Lighting District and CTE, Inc. for street light maintenance and repair; and
2. Accepts the 2.2 percent (2.2%) rate increase for the Fiscal Year 2019-20; and
3. Authorizes the District Manager or her designee to execute said extension.

PASSED AND ADOPTED on _____, 2019, the Lemon Grove Roadway Lighting District Board adopted Resolution No. _____, passed by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Racquel Vasquez, Chair

Attest:

Shelley Chapel, MMC, District Clerk

Approved as to Form:

Kristen Steinke, District Attorney